

House File 2385 - Enrolled

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HOUSE FILE 2385

AN ACT

RELATING TO ALLOWABLE INVESTMENTS BY THE TREASURER OF STATE AND
OTHER AUTHORIZED STATE AGENCIES.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

Section 1. Section 12B.10, subsection 4, paragraph a, Code
2007, is amended by adding the following new subparagraph:

NEW SUBPARAGRAPH. (9) Obligations of the Iowa finance
authority issued pursuant to chapter 16, bearing interest at
market rates, provided that at the time of purchase the Iowa
finance authority has an issuer credit rating within the two
highest classifications or the obligations to be purchased are
rated within the two highest classifications, as established
by at least one of the standard rating services approved by
the superintendent of banking by rule adopted pursuant to
chapter 17A.

Sec. 2. Section 12C.9, subsection 1, Code 2007, is amended
to read as follows:

1. The treasurer of state and all other state agencies
authorized to invest funds and the treasurer or other
designated financial officer of each political subdivision
including each school corporation shall invest the proceeds of
notes, bonds, refunding bonds, and other evidences of
indebtedness, and funds being accumulated for the payment of
principal and interest or reserves in investments set out in
section 12B.10, subsection 4, paragraph "a", subparagraphs (1)
through ~~(7)~~ (9), section 12B.10, subsection 5, paragraph "a",
subparagraphs (1) through (7), an investment contract, or
tax-exempt bonds. The investment shall be as defined and
permitted by section 148 of the Internal Revenue Code and
applicable regulations under that section. An investment
contract or tax-exempt bonds shall be rated within the two
highest classifications as established by at least one of the
standard rating services approved by the superintendent of
banking by rule adopted pursuant to chapter 17A.

PATRICK J. MURPHY
Speaker of the House

JOHN P. KIBBIE
President of the Senate

I hereby certify that this bill originated in the House and
is known as House File 2385, Eighty-second General Assembly.

MARK BRANDSGARD
Chief Clerk of the House

Approved _____, 2008

CHESTER J. CULVER
Governor